AN ORDINANCE 2007 - 03 - 01 - 0213

APPROVING AN ADDENDUM TO THE CITY OF SAN ANTONIO'S LEGISLATIVE PLAN FOR THE 80TH REGULAR SESSION OF THE TEXAS LEGISLATURE RELATED TO INITIATIVES SUPPORTING PROPOSED SAN ANTONIO FIRE AND POLICE PENSION FUND LEGISLATION.

WHEREAS, prior to the convening of each regular state Legislative Session, the City of San Antonio identifies policy priorities that it would like the Texas Legislature to address and in August 2006, the City's Governmental Affairs Team began working with the City Council Intergovernmental Relations Committee, City Departments and agencies, the Texas Municipal League and the community to identify issues for the upcoming session;

and

WHEREAS, the City's State Legislative Plan for the 80th Regular Session ("Plan") was reviewed by the City's Management Team on October 13, 2006, and the City Council Intergovernmental Relations Committee on October 18, 2006, and was adopted by the full City Council on October 19, 2006, by the passage of Ordinance No. 2006-10-19-2003; and

WHEREAS, the Intergovernmental Relations Council Committee met on February 21, 2007, to discuss proposed Fire and Police Pension Fund legislation; and

WHEREAS, this proposed addendum consists of a legislative initiative seeking amendments to the San Antonio Fire and Police Pension Fund ("Fund") governing statute to provide a balanced approach for changes to retirement pension benefits while prudently managing the fiscal position of the Fund, as well as providing guidelines to be utilized to eliminate the unfunded liability of the Fund over time with the goal of fully funding to further strengthen the actuarial and financial position of the Fund; and

WHEREAS, the Fund is a statutory trust which provides pension benefits for San Antonio Fire Fighters, Police Officers, and their beneficiaries; and

WHEREAS, the proposed legislative package does not change the City's contribution of 24.64% of covered payroll as its contribution to the Fire and Police Pension Plan and as such has no estimated direct impact to the City's operating budget; and

WHEREAS, the estimated actuarial impact of the proposed legislative package is an increase of \$52.6 million to the unfunded liability with a corresponding increase of 3.77 years to the amortization period; **NOW THEREFORE**:

BE IT ORDAINED BY THE CITY COUNCIL OF THE CITY OF SAN ANTONIO:

SECTION 1. The City Council approves an addendum to the City of San Antonio's Legislative Plan for the 80th Regular Session of the Texas Legislature. A copy of the addendum setting forth the summary of the proposed legislative revisions is attached hereto as Attachment 1. Copies of the letters of support of the San Antonio Professional Fire Fighters Association, the San Antonio Police Officers' Association, and the San Antonio Fire & Police Pensioners Association are attached hereto as Attachments 2, 3, and 4, respectively. The "Legislative Program" setting forth the full-funding policy adopted by the San Antonio Fire and Police Pension Fund Board is attached hereto at Attachment 5.

SECTION 2. Staff is directed to inform the Bexar County Legislative Delegation of the addendum to the Plan and to undertake such steps as are reasonably necessary to obtain passage of the Plan during the upcoming 80th Legislative Session.

SECTION 3. This ordinance shall take effect ten days from the date of passage hereof.

PASSED AND APPROVED this 1st day of Much

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ATTEST:

APPROVED AS TO FORM:

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